Chrone

25X1

25X1

THE DIRECTOR OF CENTRAL INTELLIGENCE

WASHINGTON, D.C. 20505

NIC #1280-83 16 February 1983

National Intelligence Council

NOTE FOR: Director of Central Intelligence

THROUGH: Chairman, National Intelligence Council

FROM: Maurice C. Ernst, NIO/Economics

SUBJECT: East-West Economic Initiatives

- l. Attached are some memos I have sent to Allen Wallis, Lionel Olmer, Norman Bailey, and Richard Perle to give my personal views on the state of play on our East-West economic initiatives and what we can reasonably expect may emerge from them. There is considerable concern in the NSC and elsewhere about the slow progress on the East-West initiatives. The State Department has been managing the entire process and things are getting bogged down at the lower bureaucratic levels. Allen Wallis has just returned from a trip to Europe and presumably will be reviewing the entire business. Since the initial meeting, the steering group, which is supposed to review progress, has not met. I understand that Judge Clark was to see Secretary Shultz today to express his concern about where things are going.
- 2. Specifically, I believe that we should focus our efforts more strongly on achievable goals—in particular, improving COCOM controls—and avoid chasing unattainable goals, such as broad controls over oil and gas equipment. Also, we should insist on procedures for production of the NATO Study which give a reasonable chance of success.

Maurice C. Ernst

Attachments: As stated

SECRET



SECRET

THE DIRECTOR OF CENTRAL INTELLIGENCE

WASHINGTON, D.C. 20505

NIC #1278-83 16 February 1983 . ::

National Intelligence Council

MEMORANDUM FOR: W. Allen Wallis, State

Norman A. Bailey, NSC Lionel H. Olmer, Commerce Richard Perle, Defense

FROM:

Maurice C. Ernst

National Intelligence Officer for Economics

SUBJECT:

East-West Economic Initiatives

Attached are some personal thoughts on how our East-West economic initiatives are doing, and what we can reasonably expect will emerge from them. I have also attached: (1) some tentative conclusions that might come out of the NATO Study; and (2) a copy of a memo I sent to Tom Niles and others expressing my concern as to what I believe is the inadequacy of the agreed procedures for producing the NATO economic paper. There is some opposition within the State Department to pushing my suggestion, but I feel strongly about the matter.

Maurice C. Frnst

Attachments: As stated

25X1 25X1

SECRET

